

290 Maple Court, Suite 290 Ventura, Ca 93003

January 6, 2016

Ms. Maryam Taidy
Engineering Geologist
Regional Water Quality Control Board
320 W. 4th St. Suite 200
Los Angeles, CA 90013

Sub: Disposal of Drilling Fluids

Re.: Order 13267

Dear Ms. Maryam Taidy

This is in response to LA Water Board's letter, dated December 18, 2015, addressed to Mr. Andrew Prestridge (see attached). In essence, the Water Board wants to know how we manage fluids associated with Oil and Gas Production. We, at DCOR, manage these fluids by transporting them offsite in vacuum trucks to regulated disposal facilities. Since its inception, DCOR has never discharged any oil production fluids to land.

If you have any question or require anything further, please don't hesitate to let me know.

Regards,

Sincerely

Jay Rao

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